

**HOUSING AUTHORITY OF THE
VILLAGE OF PARKS**

Program Number FW-1097

Financial Report
Year Ended June 30, 2011

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date **JAN 25 2012**

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INDEPENDENT AUDITOR'S REPORT

The Board of Commissioners
Housing Authority of the Village of Parks
Parks, Louisiana

We have audited the accompanying financial statements of the business type activities of the Housing Authority of the Village of Parks (hereinafter "Authority"), as of June 30, 2011 and for the year then ended, which collectively comprise the Authority's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Authority's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the business type activities of the Authority as of June 30, 2011, and the changes in financial position and cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 10, 2011 on our consideration of the Authority's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Authority's basic financial statements. The accompanying supplemental information, including the Financial Data Schedules (FDS) required by the Department of Housing and Urban Development, listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements of the Authority. The supplemental information has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on it.

The Authority has not presented management's discussion and analysis that the Governmental Accounting Standards Board has determined is necessary to supplement, although not required to be part of, the basic financial statements.

Kolder, Champagne, Slaven & Company, LLC
Certified Public Accountants

Morgan City Louisiana
November 10, 2011

FINANCIAL STATEMENTS

HOUSING AUTHORITY OF THE VILLAGE OF PARKS
Program Number FW-1097

Statement of Net Assets
June 30, 2011

ASSETS

Current assets:	
Cash	\$ 44,657
Receivables	
Accounts, net	59
HUD	13,570
Inventories	93
Prepaid expenses	5,631
Total current assets	<u>64,010</u>
Restricted assets:	
Cash - tenant deposits	<u>2,106</u>
Property and equipment, net	<u>141,954</u>
Total assets	<u>\$ 208,070</u>

LIABILITIES AND NET ASSETS

Current liabilities:	
Accounts payable	\$ 17,819
Accrued payroll and related benefits	1,749
Accrued liabilities	211
Deferred revenue	10
Tenant security deposits	2,106
Total current liabilities	<u>21,895</u>
Net assets:	
Invested in capital assets	141,954
Unrestricted	44,221
Total net assets	<u>186,175</u>
Total liabilities and net assets	<u>\$ 208,070</u>

The accompanying notes are an integral part of this statement.

HOUSING AUTHORITY OF THE VILLAGE OF PARKS
Program Number FW-1097

Statement of Revenues, Expenses and Changes in Net Assets
Year Ended June 30, 2011

Operating revenues	<u>\$ 108,216</u>
Expenses:	
Administrative	41,362
Depreciation	16,961
Operating and maintenance	45,110
Taxes and insurance	11,169
Utilities	<u>2,801</u>
Total expenses	<u>117,403</u>
Operating loss	<u>(9,187)</u>
Non-operating revenues:	
Waived PILOT	<u>8,550</u>
Total non-operating revenues	<u>8,550</u>
Change in net assets	(637)
Net assets, beginning of year	<u>186,812</u>
Net assets, end of year	<u>\$ 186,175</u>

The accompanying notes are an integral part of this statement.

HOUSING AUTHORITY OF THE VILLAGE OF PARKS
Program Number FW-1097

Statement of Cash Flows
Year Ended June 30, 2011

OPERATING ACTIVITIES

Rents and other fees collected from tenants	\$ 33,394
Operating subsidy received	71,222
Paid to suppliers and employees	<u>(82,569)</u>
Net cash provided by operating activities	<u>22,047</u>
Net increase in cash	22,047
Cash and restricted cash, beginning	<u>24,716</u>
Cash and restricted cash, ending	<u>\$ 46,763</u>

Reconciliation of income from operations to net cash provided by operating activities:

Loss from operations	\$ (9,187)
Adjustments to reconcile decrease in net assets	
to net cash provided by operating activities -	
Depreciation	16,961
Increase or decrease in:	
Accounts receivable	(3,385)
Prepaid expenses	379
Inventories	(53)
Accounts payable	16,096
Accrued expenses	1,151
Deferred revenue	(215)
Tenant security deposits	<u>300</u>
Net cash provided by operating activities	<u>\$ 22,047</u>

The accompanying notes are an integral part of this statement.

HOUSING AUTHORITY OF THE VILLAGE OF PARKS
Program Number FW-1097

Notes to Financial Statements

(1) Summary of Significant Accounting Policies

A. Nature of Organization and Operations

The Housing Authority of the Village of Parks (the Authority) is a municipal corporation located in Parks, Louisiana and was established under the provisions of LSA-RS 40:381 et seq for the purpose of providing decent, safe and sanitary housing for persons of low income.

The Authority is administered by a governing Board of Commissioners (the Board), whose members are appointed by the Mayor of the Village of Parks. Each member serves a five-year term on a rotating basis. An Executive Director is appointed by the Board and is responsible for the daily operations of the Authority.

The Authority owns, operates and maintains 16 units of public housing. The Authority administers an annual contributions contract to provide low income housing with the primary financial support from the United States Department of Housing and Urban Development (HUD). Revenues of the Authority consist primarily of rents and other fees collected from tenants, and an operating subsidy from HUD.

B. Reporting Entity

The Authority's financial statements include the accounts of all the Authority's operations. The criteria for including organizations as component units within the Authority's reporting entity, as set forth in Section 2100 of Government Accounting Standards Board's (GASB's) Codification of Governmental Accounting and Financial Reporting Standards, include whether:

- The organization is legally separate (can sue and be sued in their own name)
- The Authority holds the corporate powers of the organization
- The Authority appoints a voting majority of the organization's board
- The Authority is able to impose its will on the organization
- The organization has the potential to impose a financial benefit/burden on the Authority
- There is fiscal dependency by the organization on the Authority

Based on the foregoing criteria, no entities were identified as component units of the Authority.

HOUSING AUTHORITY OF THE VILLAGE OF PARKS
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Notes to Financial Statements (continued)

C. Basis of Accounting and Measurement Focus

The Authority's financial statements are presented on the full accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America. The Authority applies all Governmental Accounting Standards Board (GASB) pronouncements as well as Financial Accounting Standards Board (FASB) statements and interpretations issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements.

All activities of the Authority are accounted for within proprietary (enterprise) funds. Proprietary funds are used to account for operations that are (a) financed and operated in a manner similar to private business enterprises where the intent of the governing body is that the cost (expenses, including depreciation) of providing goods and services on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management and control, accountability, or other purposes.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Authority are rents collected from tenants and subsidies provided by federal agencies. Operating expenses for proprietary funds include the cost of services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

The accounting and financial reporting treatment applied to the Authority is determined by its measurement focus. The transactions of the Authority are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operations are included on the balance sheet. Net assets (i.e., total assets net of total liabilities) are segregated into invested in capital assets and unrestricted components. When both restricted and unrestricted resources are available for use, it is the Authority's policy to use restricted resources first, and then unrestricted resources as they are needed.

HOUSING AUTHORITY OF THE VILLAGE OF PARKS
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Notes to Financial Statements (continued)

Governmental Accounting Standards Board (GASB) Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments* (GASB 34) established standards for external financial reporting for all state and local governmental entities, which include a balance sheet or statement of net assets, a statement of revenues, expenditures and changes in net assets, and a statement of cash flows utilizing the direct method of presentation. The statement requires the classification of net assets into three components – invested in capital assets, net of related debt; restricted; and unrestricted. These classifications are defined as follows:

- Invested in capital assets, net of related debt – capital assets, including restricted capital assets, net of accumulated depreciation, and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- Restricted – constraints placed on net asset use imposed by external creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or constraints imposed by law through constitutional provisions or enabling legislation.
- Unrestricted – net assets that do not meet the criteria for “invested in capital assets, net of related debt” or “restricted”.

D. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Actual results may differ from such estimates.

E. Cash Equivalents

Cash includes amounts in demand deposits and interest bearing demand deposits. Cash equivalents include amounts in time deposits having a maturity of three months or less when purchased.

F. Inventories

Inventories are stated at cost using the first-in first-out, (FIFO) method.

G. Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items. Prepaid expenses consist primarily of prepaid insurance.

HOUSING AUTHORITY OF THE VILLAGE OF PARKS
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Notes to Financial Statements (continued)

H. Fixed Assets and Depreciation

Property and equipment are recorded at cost and depreciated using the straight-line method over the estimated useful life of the assets. The Authority has adopted a policy which requires the capitalization of all asset purchases of \$500 or greater.

Depreciation of all exhaustible fixed assets used by enterprise funds is charged as an expense against operations; and accumulated depreciation is reported on the balance sheet. Depreciation has been provided over the estimated useful lives using the straight-line method. The estimated useful lives are as follows:

Buildings	33 years
Equipment	5 - 7 years
Site and Building Improvements	15 years

The recognition of depreciation begins upon placement of the asset into useful operation.

(2) Cash

At year-end, the carrying amount of the Authority's deposits, including demand deposit accounts, was \$46,763, and the bank balance was \$47,099.

Custodial credit risk for deposits is the risk that in the event of the failure of a depository financial institution, the Authority's deposits may not be recovered or will not be able to recover collateral securities that are in the possession of an outside party. Since the Authority's total bank balances were fully insured, the deposits are not exposed to custodial credit risk.

(3) Receivables

At June 30, 2011, receivables consisted of the following:

	<u>Low Rent</u>	<u>CFP</u>	<u>Total</u>
Accounts, net of allowance of \$255	\$ 59	\$ -	\$ 59
Grants- HUD	<u>-</u>	<u>13,570</u>	<u>13,570</u>
Total	<u>\$ 59</u>	<u>\$ 13,570</u>	<u>\$ 13,629</u>

HOUSING AUTHORITY OF THE VILLAGE OF PARKS
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Notes to Financial Statements (continued)

(4) Property and Equipment

A summary of property and equipment at June 30, 2011, follows:

	Beginning Balance	Additions	Reductions	Ending Balance
Land	\$ 16,027	\$ -	\$ -	\$ 16,027
Buildings	805,892	14,007	-	819,899
Dwelling equipment	22,424	-	-	22,424
Nondwelling equipment	7,880	-	-	7,880
Construction in progress	14,007	-	14,007	-
Total	866,230	14,007	14,007	866,230
Accumulated depreciation	(707,315)	(16,961)	-	(724,276)
Capital assets, net	<u>\$ 158,915</u>	<u>\$ (2,954)</u>	<u>\$ 14,007</u>	<u>\$ 141,954</u>

(5) Residual Equity Transfer

Funds from the Capital Fund provided by HUD are used to maintain and improve this Public Housing portfolio. Substantially all additions to land, structures and equipment of Public Housing are accomplished through these modernization grant funds. An amount equal to depreciation on property and equipment purchased or constructed with these funds is transferred to the low rent program upon completion of the capital grant. The residual equity transfer is as follows:

	Low Rent	Capital Fund Program	Total
Net assets, June 30, 2010	\$ 143,892	\$ 42,920	\$ 186,812
Transfer from Capital Fund program to Low Rent	28,913	(28,913)	-
Net assets, June 30, 2010, as restated	<u>\$ 172,805</u>	<u>\$ 14,007</u>	<u>\$ 186,812</u>

HOUSING AUTHORITY OF THE VILLAGE OF PARKS
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Notes to Financial Statements (continued)

(6) Current Vulnerability Due to Certain Concentrations

The Authority's major asset is a 16 unit public housing complex. The Authority's operations are concentrated in the multifamily real estate market. In addition, the Authority operates in a heavily regulated environment. The operations of the Authority are subject to the administrative directives, rules and regulations of federal, state and local regulatory agencies, including, but not limited to, HUD. Such administrative directives, rules and regulations are subject to change by an act of congress or an administrative change mandated by HUD. Such changes may occur with little notice or inadequate funding to pay for the related cost, including additional administrative burden, to comply with such changes.

SUPPLEMENTAL INFORMATION

HOUSING AUTHORITY OF THE VILLAGE OF PARKS
Program Number FW-1097

Combining Schedule of Net Assets
June 30, 2011

	<u>Low Rent</u>	<u>Capital Fund Program</u>	<u>Eliminations</u>	<u>TOTAL</u>
Current assets:				
Cash	\$ 44,657	\$ -	\$ -	\$ 44,657
Receivables				
Accounts, net	59	-	-	59
HUD	-	13,570	-	13,570
Inventories	93	-	-	93
Prepaid expenses	5,631	-	-	5,631
Interprogram - due from	13,570	-	(13,570)	-
Total current assets	<u>64,010</u>	<u>13,570</u>	<u>(13,570)</u>	<u>64,010</u>
Restricted assets:				
Cash - tenant deposits	<u>2,106</u>	<u>-</u>	<u>-</u>	<u>2,106</u>
Property and equipment:				
Land	16,027	-	-	16,027
Buildings	805,892	14,007	-	819,899
Dwelling equipment	22,424	-	-	22,424
Nondwelling equipment	<u>7,880</u>	<u>-</u>	<u>-</u>	<u>7,880</u>
Total fixed assets	<u>852,223</u>	<u>14,007</u>	<u>-</u>	<u>866,230</u>
Less: accumulated depreciation	<u>723,342</u>	<u>934</u>	<u>-</u>	<u>724,276</u>
Net fixed assets	<u>128,881</u>	<u>13,073</u>	<u>-</u>	<u>141,954</u>
Total assets	<u>\$ 194,997</u>	<u>\$ 26,643</u>	<u>\$ (13,570)</u>	<u>\$ 208,070</u>
Current liabilities:				
Accounts payable	\$ 17,819	\$ -	\$ -	\$ 17,819
Accrued payroll	1,749	-	-	1,749
Deferred revenue	10	-	-	10
Tenant security deposits	2,106	-	-	2,106
Accrued liabilities - other	211	-	-	211
Interprogram - due to	-	13,570	(13,570)	-
Total current liabilities	<u>21,895</u>	<u>13,570</u>	<u>(13,570)</u>	<u>21,895</u>
Net assets:				
Invested in capital assets	128,881	13,073	-	141,954
Unrestricted	<u>44,221</u>	<u>-</u>	<u>-</u>	<u>44,221</u>
Total net assets	<u>173,102</u>	<u>13,073</u>	<u>-</u>	<u>186,175</u>
Total liabilities and net assets	<u>\$ 194,997</u>	<u>\$ 26,643</u>	<u>\$ (13,570)</u>	<u>\$ 208,070</u>

HOUSING AUTHORITY OF THE VILLAGE OF PARKS
Program Number FW-1097

Combining Schedule of Revenues, Expenses and Changes in Net Assets
Year Ended June 30, 2011

	Low Rent	Capital Fund Program	Eliminations	TOTAL
Operating revenues:				
Tenant				
Rental	\$ 31,569	\$ -	\$ -	\$ 31,569
Maintenance and other	1,450	-	-	1,450
HUD operating grants	35,808	39,389	-	75,197
Total operating revenues	<u>68,827</u>	<u>39,389</u>	<u>-</u>	<u>108,216</u>
Expenses:				
Administrative -				
Auditing fees	6,075	-	-	6,075
Bad debt - tenant	382	-	-	382
Bookkeeping/Accounting fees	3,243	-	-	3,243
Conventions and meetings	-	2,627	-	2,627
Miscellaneous	200	-	-	200
Office	12,790	-	-	12,790
Salaries and benefits	15,810	-	-	15,810
Travel	235	-	-	235
Total administrative expenses	<u>38,735</u>	<u>2,627</u>	<u>-</u>	<u>41,362</u>
Depreciation	<u>16,027</u>	<u>934</u>	<u>-</u>	<u>16,961</u>
Operating and maintenance -				
Contract costs	14,563	22,282	-	36,845
Salaries and benefits	3,494	-	-	3,494
Supplies	4,771	-	-	4,771
Total operating and maintenance expenses	<u>22,828</u>	<u>22,282</u>	<u>-</u>	<u>45,110</u>
Taxes and insurance -				
Property and liability insurance	8,292	-	-	8,292
Payments in lieu of taxes	2,877	-	-	2,877
Total taxes and insurance expenses	<u>11,169</u>	<u>-</u>	<u>-</u>	<u>11,169</u>
Utilities -				
Electricity	802	-	-	802
Other utilities	1,220	-	-	1,220
Water	779	-	-	779
Total utilities expenses	<u>2,801</u>	<u>-</u>	<u>-</u>	<u>2,801</u>
Total expenses	<u>91,560</u>	<u>25,843</u>	<u>-</u>	<u>117,403</u>
Operating income (loss)	<u>(22,733)</u>	<u>13,546</u>	<u>-</u>	<u>(9,187)</u>

(continued)

HOUSING AUTHORITY OF THE VILLAGE OF PARKS
Program Number FW-1097

Combining Schedule of Revenues, Expenses and Changes in Net Assets (continued)
Year Ended June 30, 2011

	Low Rent	Capital Fund Program	Eliminations	TOTAL
Non-operating revenues (expenses):				
Waived PILOT	8,550	-	-	8,550
Total non-operating revenues (expenses)	8,550	-	-	8,550
Other financing sources (uses)				
Transfers in	14,480	-	(14,480)	-
Transfers out	-	(14,480)	14,480	-
Total other financing sources (uses)	14,480	(14,480)	-	-
Change in net assets	297	(934)	-	(637)
Net assets, beginning of year, as restated	172,805	14,007	-	186,812
Net assets, end of year	\$ 173,102	\$ 13,073	\$ -	\$ 186,175

HOUSING AUTHORITY OF THE VILLAGE OF PARKS
Program Number FW-1097

Schedule of Expenditures of Federal Awards
Year Ended June 30, 2011

<u>Grantor/Program Title</u>	<u>CFDA Number</u>	<u>Contract/ Grant Number</u>	<u>Federal Expenditures</u>
<u>Department of Housing and Urban Development</u>			
Direct Programs:			
Public and Indian Housing	14.850	FW-1097	\$ 35,808
Public Housing Capital Fund (CFP)	14.872	LA48P084501-07	<u>39,389</u>
Total expenditures of federal awards			<u>\$ 75,197</u>

NOTE: Schedule is presented on the accrued basis of accounting.

HOUSING AUTHORITY OF THE VILLAGE OF PARKS
Program Number FW-1097

Schedule of Compensation Paid to Board Members
Year Ended June 30, 2011

The following members of the Board of Commissioners serve without compensation:

Nelson Anthony
Otelia Berard
Denise George, Chairperson
Latricia Potier
Damien Wilson

HOUSING AUTHORITY OF THE VILLAGE OF PARKS

Program Number FW-1097

Schedule of Capital Fund Program Costs

Certification of Modernization Costs

Year Ended June 30, 2011

	Grant/Contract Number				
	LA48P084501-07	LA48P084501-08	LA48P084501-09	LA48P084501-10	TOTAL
Funds approved	\$ 18,289	\$ 17,905	\$ 17,812	\$ 17,752	\$ 71,758
Funds expended					
Prior years	5,238	9,182	-	-	14,420
Currently	13,051	8,723	15,445	2,170	39,389
Total funds expended	18,289	17,905	15,445	2,170	53,809
Excess funds approved	\$ -	\$ -	\$ 2,367	\$ 15,582	\$ 17,949
Funds advanced	\$ 18,289	\$ 17,905	\$ 17,812	\$ 17,752	\$ 71,758
Funds expended	18,289	17,905	15,445	2,170	53,809
Excess funds advanced	\$ -	\$ -	\$ 2,367	\$ 15,582	\$ 17,949

The distribution of costs for project LA48P084501-07 and LA48P084501-08 as shown on HUD Final Performance and Evaluation Report accompanying the Actual Modernization Cost Certificates, submitted to HUD for approval are in agreement with the PHA's records.

All modernization costs have been paid and all related liabilities have been discharged through payments.

HOUSING AUTHORITY OF THE VILLAGE OF PARKS (LA084)
St. Martinville, Louisiana

Entity Wide Balance Sheet Summary

Submission Type: Audited/Non-A-133

Fiscal Year End: 06/30/2011

	Project Total	Subtotal	Total
111 Cash - Unrestricted	\$44,657	\$44,657	\$44,657
112 Cash - Restricted - Modernization and Development			
113 Cash - Other Restricted			
114 Cash - Tenant Security Deposits	\$2,106	\$2,106	\$2,106
115 Cash - Restricted for Payment of Current Liabilities			
100 Total Cash	\$46,763	\$46,763	\$46,763
121 Accounts Receivable - PHA Projects			
122 Accounts Receivable - HUD Other Projects	\$13,570	\$13,570	\$13,570
124 Accounts Receivable - Other Government			
125 Accounts Receivable - Miscellaneous			
126 Accounts Receivable - Tenants	\$314	\$314	\$314
126.1 Allowance for Doubtful Accounts - Tenants	-\$255	-\$255	-\$255
126.2 Allowance for Doubtful Accounts - Other	\$0	\$0	\$0
127 Notes, Loans, & Mortgages Receivable - Current			
128 Fraud Recovery			
128.1 Allowance for Doubtful Accounts - Fraud			
129 Accrued Interest Receivable			
120 Total Receivables, Net of Allowances for Doubtful Accounts	\$13,629	\$13,629	\$13,629
131 Investments - Unrestricted			
132 Investments - Restricted			
135 Investments - Restricted for Payment of Current Liability			
142 Prepaid Expenses and Other Assets	\$5,631	\$5,631	\$5,631
143 Inventories	\$98	\$98	\$98
143.1 Allowance for Obsolete Inventories	-\$5	-\$5	-\$5
144 Inter Program Due From			
145 Assets Held for Sale			
150 Total Current Assets	\$66,116	\$66,116	\$66,116
161 Land	\$16,027	\$16,027	\$16,027
162 Buildings	\$706,425	\$706,425	\$706,425
163 Furniture, Equipment & Machinery - Dwellings	\$22,424	\$22,424	\$22,424
164 Furniture, Equipment & Machinery - Administration	\$7,880	\$7,880	\$7,880
165 Leasehold Improvements	\$113,474	\$113,474	\$113,474
166 Accumulated Depreciation	-\$724,276	-\$724,276	-\$724,276
167 Construction in Progress			
168 Infrastructure			
160 Total Capital Assets, Net of Accumulated Depreciation	\$141,954	\$141,954	\$141,954

HOUSING AUTHORITY OF THE VILLAGE OF PARKS (LA084)
St. Martinville, Louisiana

Entity Wide Balance Sheet Summary

Submission Type: Audited/Non-A-133

Fiscal Year End: 06/30/2011

	Project Total	Subtotal	Total
171 Notes, Loans and Mortgages Receivable - Non-Current			
172 Notes, Loans, & Mortgages Receivable - Non Current - Past Due			
173 Grants Receivable - Non Current			
174 Other Assets			
176 Investments in Joint Ventures			
180 Total Non-Current Assets	\$141,954	\$141,954	\$141,954
190 Total Assets	\$208,070	\$208,070	\$208,070
311 Bank Overdraft			
312 Accounts Payable <= 90 Days	\$17,819	\$17,819	\$17,819
313 Accounts Payable >90 Days Past Due			
321 Accrued Wage/Payroll Taxes Payable	\$1,749	\$1,749	\$1,749
322 Accrued Compensated Absences - Current Portion			
324 Accrued Contingency Liability			
325 Accrued Interest Payable			
331 Accounts Payable - HUD PHA Programs			
332 Account Payable - PHA Projects			
333 Accounts Payable - Other Government			
341 Tenant Security Deposits	\$2,106	\$2,106	\$2,106
342 Deferred Revenues	\$10	\$10	\$10
343 Current Portion of Long-term Debt - Capital Projects/Mortgage Revenue			
344 Current Portion of Long-term Debt - Operating Borrowings			
345 Other Current Liabilities			
346 Accrued Liabilities - Other	\$211	\$211	\$211
347 Inter Program - Due To			
348 Loan Liability - Current			
310 Total Current Liabilities	\$21,895	\$21,895	\$21,895
351 Long-term Debt, Net of Current - Capital Projects/Mortgage Revenue			
352 Long-term Debt, Net of Current - Operating Borrowings			
353 Non-current Liabilities - Other			
354 Accrued Compensated Absences - Non Current			
355 Loan Liability - Non Current			
356 FASB 5 Liabilities			
357 Accrued Pension and OPEB Liabilities			
350 Total Non-Current Liabilities	\$0	\$0	\$0
300 Total Liabilities	\$21,895	\$21,895	\$21,895

HOUSING AUTHORITY OF THE VILLAGE OF PARKS (LA084)
St. Martinville, Louisiana

Entity Wide Balance Sheet Summary

Submission Type: Audited/Non-A-133

Fiscal Year End: 06/30/2011

	Project Total	Subtotal	Total
508.1 Invested In Capital Assets, Net of Related Debt	\$141,954	\$141,954	\$141,954
509.2 Fund Balance Reserved			
511.2 Unreserved, Designated Fund Balance			
511.1 Restricted Net Assets			
512.1 Unrestricted Net Assets	\$44,221	\$44,221	\$44,221
512.2 Unreserved, Undesignated Fund Balance			
513 Total Equity/Net Assets	\$186,175	\$186,175	\$186,175
600 Total Liabilities and Equity/Net Assets	\$208,070	\$208,070	\$208,070

HOUSING AUTHORITY OF THE VILLAGE OF PARKS (LA084)

St. Martinville, Louisiana

Entity Wide Revenue and Expense Summary

Submission Type: Audited/Non-A-133

Fiscal Year End: 06/30/2011

	Project Total	Subtotal	Total
70300 Net Tenant Rental Revenue	\$31,569	\$31,569	\$31,569
70400 Tenant Revenue - Other	\$1,450	\$1,450	\$1,450
70500 Total Tenant Revenue	\$33,019	\$33,019	\$33,019
70600 HUD PHA Operating Grants	\$75,197	\$75,197	\$75,197
70610 Capital Grants			
70710 Management Fee			
70720 Asset Management Fee			
70730 Book Keeping Fee			
70740 Front Line Service Fee			
70750 Other Fees			
70700 Total Fee Revenue			
70800 Other Government Grants			
71100 Investment Income - Unrestricted			
71200 Mortgage Interest Income			
71300 Proceeds from Disposition of Assets Held for Sale			
71310 Cost of Sale of Assets			
71400 Fraud Recovery			
71500 Other Revenue	\$8,550	\$8,550	\$8,550
71600 Gain or Loss on Sale of Capital Assets			
72000 Investment Income - Restricted			
70000 Total Revenue	\$116,766	\$116,766	\$116,766
91100 Administrative Salaries	\$14,720	\$14,720	\$14,720
91200 Auditing Fees	\$6,075	\$6,075	\$6,075
91300 Management Fee			
91310 Book-keeping Fee	\$3,243	\$3,243	\$3,243
91400 Advertising and Marketing			
91500 Employee Benefit contributions - Administrative	\$1,090	\$1,090	\$1,090
91600 Office Expenses	\$12,789	\$12,789	\$12,789
91700 Legal Expense			
91800 Travel	\$235	\$235	\$235
91810 Allocated Overhead			
91900 Other	\$2,827	\$2,827	\$2,827
91000 Total Operating - Administrative	\$40,979	\$40,979	\$40,979

HOUSING AUTHORITY OF THE VILLAGE OF PARKS (LA084)

St. Martinville, Louisiana

Entity Wide Revenue and Expense Summary

Submission Type: Audited/Non-A-133

Fiscal Year End: 06/30/2011

	Project Total	Subtotal	Total
92000 Asset Management Fee			
92100 Tenant Services - Salaries			
92200 Relocation Costs			
92300 Employee Benefit Contributions - Tenant Services			
92400 Tenant Services - Other			
92500 Total Tenant Services	\$0	\$0	\$0
93100 Water	\$779	\$779	\$779
93200 Electricity	\$802	\$802	\$802
93300 Gas			
93400 Fuel			
93500 Labor			
93600 Sewer	\$1,220	\$1,220	\$1,220
93700 Employee Benefit Contributions - Utilities			
93800 Other Utilities Expense			
93000 Total Utilities	\$2,801	\$2,801	\$2,801
94100 Ordinary Maintenance and Operations - Labor	\$3,110	\$3,110	\$3,110
94200 Ordinary Maintenance and Operations - Materials and Other	\$4,771	\$4,771	\$4,771
94300 Ordinary Maintenance and Operations Contracts	\$36,845	\$36,845	\$36,845
94500 Employee Benefit Contributions - Ordinary Maintenance	\$384	\$384	\$384
94000 Total Maintenance	\$45,110	\$45,110	\$45,110
95100 Protective Services - Labor			
95200 Protective Services - Other Contract Costs			
95300 Protective Services - Other			
95500 Employee Benefit Contributions - Protective Services			
95000 Total Protective Services	\$0	\$0	\$0
96110 Property Insurance	\$6,540	\$6,540	\$6,540
96120 Liability Insurance	\$986	\$986	\$986
96130 Workmen's Compensation	\$739	\$739	\$739
96140 All Other Insurance	\$28	\$28	\$28
96100 Total Insurance Premiums	\$8,293	\$8,293	\$8,293
96200 Other General Expenses			
96210 Compensated Absences			
96300 Payments in Lieu of Taxes	\$2,877	\$2,877	\$2,877
96400 Bad debt - Tenant Rents	\$382	\$382	\$382

HOUSING AUTHORITY OF THE VILLAGE OF PARKS (LA084)

St. Martinville, Louisiana

Entity Wide Revenue and Expense Summary

Submission Type: Audited/Non-A-133

Fiscal Year End: 06/30/2011

	Project Total	Subtotal	Total
96500 Bad debt - Mortgages			
96600 Bad debt - Other			
96800 Severance Expense			
96000 Total Other General Expenses	\$3,259	\$3,259	\$3,259
96710 Interest of Mortgage (or Bonds) Payable			
96720 Interest on Notes Payable (Short and Long Term)			
96730 Amortization of Bond Issue Costs			
96700 Total Interest Expense and Amortization Cost	\$0	\$0	\$0
96900 Total Operating Expenses	\$100,442	\$100,442	\$100,442
97000 Excess of Operating Revenue over Operating Expenses	\$16,324	\$16,324	\$16,324
97100 Extraordinary Maintenance			
97200 Casualty Losses - Non-capitalized			
97300 Housing Assistance Payments			
97350 HAP Portability-In			
97400 Depreciation Expense	\$16,961	\$16,961	\$16,961
97500 Fraud Losses			
97600 Capital Outlays - Governmental Funds			
97700 Debt Principal Payment - Governmental Funds			
97800 Dwelling Units Rent Expense			
90000 Total Expenses	\$117,403	\$117,403	\$117,403
10010 Operating Transfer In	\$14,480	\$14,480	\$14,480
10020 Operating transfer Out	-\$14,480	-\$14,480	-\$14,480
10030 Operating Transfers from/to Primary Government			
10040 Operating Transfers from/to Component Unit			
10050 Proceeds from Notes, Loans and Bonds			
10060 Proceeds from Property Sales			
10070 Extraordinary Items, Net Gain/Loss			
10080 Special Items (Net Gain/Loss)			
10091 Inter Project Excess Cash Transfer In			
10092 Inter Project Excess Cash Transfer Out			
10093 Transfers between Program and Project - In			
10094 Transfers between Project and Program - Out			
10100 Total Other financing Sources (Uses)	\$0	\$0	\$0
10000 Excess (Deficiency) of Total Revenue Over (Under) Total Expenses	-\$637	-\$637	-\$637

HOUSING AUTHORITY OF THE VILLAGE OF PARKS (LA084)

St. Martinville, Louisiana

Entity Wide Revenue and Expense Summary

Submission Type: Audited/Non-A-133

Fiscal Year End: 06/30/2011

	Project Total	Subtotal	Total
11020 Required Annual Debt Principal Payments	\$0	\$0	\$0
11030 Beginning Equity	\$186,812	\$186,812	\$186,812
11040 Prior Period Adjustments, Equity Transfers and Correction of Errors	\$0	\$0	\$0
11050 Changes in Compensated Absence Balance			
11060 Changes in Contingent Liability Balance			
11070 Changes in Unrecognized Pension Transition Liability			
11080 Changes in Special Term/Severance Benefits Liability			
11090 Changes in Allowance for Doubtful Accounts - Dwelling Rents			
11100 Changes in Allowance for Doubtful Accounts - Other			
11170 Administrative Fee Equity			
11180 Housing Assistance Payments Equity			
11190 Unit Months Available	192	192	192
11210 Number of Unit Months Leased	189	189	189
11270 Excess Cash	\$32,517	\$32,517	\$32,517
11610 Land Purchases	\$0	\$0	\$0
11620 Building Purchases	\$3,768	\$3,768	\$3,768
11630 Furniture & Equipment - Dwelling Purchases	\$0	\$0	\$0
11640 Furniture & Equipment - Administrative Purchases	\$0	\$0	\$0
11650 Leasehold Improvements Purchases	\$0	\$0	\$0
11660 Infrastructure Purchases	\$0	\$0	\$0
13510 CFFP Debt Service Payments	\$0	\$0	\$0
13901 Replacement Housing Factor Funds	\$0	\$0	\$0

INTERNAL CONTROL, COMPLIANCE, AND OTHER MATTERS

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REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

The Board of Commissioners
Housing Authority of the Village of Parks
Parks, Louisiana

We have audited the financial statements of the business-type activities of the Housing Authority of the Village of Parks (the Authority), as of and for the year ended June 30, 2011, which collectively comprise the Authority's basic financial statements and have issued our report thereon dated November 10, 2011. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

The management of the Authority is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered the Authority's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Authority's internal control over financial reporting. Accordingly we do not express an opinion on the effectiveness of the Authority's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However, as described in the accompanying schedule of audit results and findings, we identified a certain deficiency in internal control over financial reporting that we consider to be a material weakness.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the Authority's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiency described in the accompanying schedule of audit results and findings as item 2011-1 to be a material weakness.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Authority's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

The Authority's response to the finding identified in our audit is described in the accompanying corrective action plan for current year findings. We did not audit the Authority's response and, accordingly, we express no opinion on the response.

This report is intended solely for the information and use of the Board of Commissioners, management and others within the organization, and the Louisiana Legislative Auditor and is not intended to be and should not be used by anyone other than these specified parties. However, under the provisions Louisiana Revised Statute 24:513, this report is distributed by the Louisiana Legislative Auditor as a public document.

Kolder, Champagne, Slaven & Company, LLC
Certified Public Accountants

Morgan City, Louisiana
November 10, 2011

· HOUSING AUTHORITY OF THE VILLAGE OF PARKS
Program Number FW-1097

Schedule of Audit Results and Findings
Year Ended June 30, 2011

Part I. Summary of Auditor's Results:

1. The auditor's report expresses an unqualified opinion on the financial statements.
2. A material weakness in internal control was disclosed by the audit of the financial statements.
3. No instances of noncompliance which are material to the financial statements and required to be reported in accordance with *Government Auditing Standards* were disclosed during the audit.
4. A management letter was not issued.

HOUSING AUTHORITY OF THE VILLAGE OF PARKS
Program Number FW-1097

Schedule of Audit Results and Findings (continued)
Year Ended June 30, 2011

Part II. Findings reported in accordance with Government Auditing Standards:

A. Internal Control

2011-1 Inadequate Segregation of Duties

CONDITION: Accounting and financial functions are not adequately segregated.

CRITERIA: Internal control is a process – effected by those charged with governance, management, and other personnel – designed to provide reasonable assurance about the achievement of objectives with regard to reliability of financial reporting, effectiveness and efficiency of operations, and compliance with applicable laws and regulations. The Authority's internal control over financial reporting includes those policies and procedures that pertain to an entity's ability to record, process, summarize, and report financial data consistent with the assertions embodied in annual financial.

CAUSE: The cause of the conditions is the result of a failure to design and implement policies and procedures necessary to achieve adequate internal control.

EFFECT: Failure to adequately segregate accounting and financial functions increases the risk that errors and/or irregularities including fraud and/or defalcations may occur and not be prevented and/or detected.

RECOMMENDATION: Due to the size of the operation and the cost-benefit of additional personnel, it may not be feasible to achieve complete segregation of duties.

B. Compliance

There were no findings reported under this section.

Part III: Findings and questioned costs for federal awards reported in accordance with Office of Management and Budget Circular A-133:

The requirements of OMB Circular A-133 do not apply to the Authority.

HOUSING AUTHORITY OF THE VILLAGE OF PARKS
Program Number FW-1097

Summary Schedule of Prior Year Findings
Year Ended June 30, 2011

A. Internal Control –

2010-01 - Segregation of duties:

CONDITION: Accounting and financial functions are not adequately segregated.

RECOMMENDATION: Due to the size of the operation and the cost-benefit of additional personnel, it may not be feasible to achieve complete segregation of duties.

CURRENT STATUS: See schedule of audit results and findings, item 2011-1

2010-02 - Application of GAAP (generally accepted accounting principles):

CONDITION: Management and staff lack the training and expertise in the selection and application of GAAP in the financial statement preparation process.

RECOMMENDATION: The additional costs required to achieve the desired benefit may not be economically feasible.

CURRENT STATUS: The condition is no longer applicable.

B. Compliance –

There were no findings reported under this section.

C. OMB A-133 –

This section was not applicable.

HOUSING AUTHORITY OF THE VILLAGE OF PARKS
Program Number FW-1097

Corrective Action Plan for Current Year Findings
Year Ended June 30, 2011

2011-1 - Segregation of Duties:

CONDITION: Accounting and financial functions are not adequately segregated.

MANAGEMENT'S RESPONSE: Not considered necessary